GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:139
ANSWERED ON:26.02.2008
SCAM IN STC
Masood Shri Rasheed

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the action taken by the Government regarding the scam worth Rs. 150 crore involving the State Trading Corporation detected by CBI;

(b) the number of persons against whom action has been taken in connection with the said scam;

(c) the details thereof;

(d) whether the amount involved in this scam has also been confiscated; and

(e) if so, the details thereof?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI JAIRAM RAMESH)

a) to e): Government, on the basis of a complaint, investigated the issue regarding a deal of STC for granting financial assistance to M/s Metro Machinery Traders and M/s AG Agro Private Limited. Based on the investigations, action has been initiated to take disciplinary action against five officers including two former Directors of STC. For further detailed investigation in the case, the same has been entrusted to CBI.